

Minutes of the  
Board of Water and Natural Resources Meeting  
Floyd Matthew Environmental Education and Training Center  
523 East Capitol Avenue  
Pierre, South Dakota

June 26-27, 2008

JUNE 28, 2007 – 1:00 P.M. CDT

CALL MEETING TO ORDER: Chairman Johnson called the meeting to order at 1:00 p.m. CDT. A quorum was present.

BOARD MEMBERS PRESENT: Brad Johnson, Gene Jones, Jr., John Loucks, Dale Kennedy, Don Bollweg, and Don Rounds.

BOARD MEMBERS ABSENT: Kelly Wheeler.

OTHERS PRESENT: See attached attendance sheets.

APPROVE AGENDA: Jim Feeney noted minor changes to the agenda.

Chairman Johnson approved the agenda, as amended.

APPROVE MINUTES OF MARCH 27-28, 2008 and May 12, 2008, MEETINGS: Motion by Bollweg, seconded by Rounds, to approve the minutes of the March 27-28, 2008, and May 12, 2008, Board of Water and Natural Resources meetings. Motion carried.

INTRODUCTIONS: Mr. Feeney introduced Pete Jahraus who takes the place of Dennis Clarke, who retired.

Dave Templeton introduced Amber Brady, Department of Agriculture, who is filling in for Jason Glodt as the liaison between the natural resources agencies and the Governor's Office.

Van Lindquist, West Dakota Water Development District and Black Hills Council of Local Governments, announced that he will be retiring in July. He introduced Blaise Emerson who will fill Mr. Lindquist's position as Executive Director at Black Hills Council of Local Governments.

The board thanked Mr. Lindquist for his years of service.

STATE WATER PLAN AMENDMENT APPLICATIONS: Water projects that will require state funding or need state support for grant or loan funding must be included on the State Water Facilities Plan (facilities plan). The Board of Water and Natural Resources annually approves projects to be placed on the facilities plan and provides for quarterly amendment of projects onto the facilities plan.

Projects approved for amendment onto the 2008 State Water Facilities Plan remain on the plan for the balance of calendar years 2008 and 2009. Placement of a project on the facilities plan is not a guarantee of funding.

Mike Perkovich stated that the department received an application from New Underwood requesting amendment onto the facilities plan for a water treatment system for Well # 2. The city of New Underwood is in violation of maximum contaminant levels of radiological chemicals and must come into compliance with the safe drinking water standards.

Staff recommended amending the New Underwood project onto the facilities plan.

Motion by Loucks, seconded by Kennedy, to amend the city of New Underwood water treatment system for Well # 2 project onto the 2008 State Water Facilities Plan. Motion carried.

AMEND FFY 2008 CLEAN WATER INTENDED USE PLAN (IUP): Mike Perkovich reported that the FFY 2007 Clean Water IUP was approved by the board in November 2007 and amended in March 2008.

The department proposed to amend Attachment I – Project Priority List by adding the following:

Priority Points	Loan Recipient	Project Description	Est. Loan Amount	Expected Loan Rate & Term
5	Harrold	Install approximately 5,700 feet of storm sewer and appurtenances to replace existing storm sewer system.	\$170,000	3.25%, 20 yrs

Motion by Jones, seconded by Kennedy, to amend the FFY 2008 Clean Water Intended Use Plan as presented. Motion carried.

AMEND FFY 2008 DRINKING WATER IUP: Mr. Perkovich reported that the FFY 2008 Drinking Water IUP was approved by the board in November 2007 and amended in March 2008.

The department proposed amending the FFY 2008 Drinking Water IUP by adding the following project to Attachment I – Project Priority List:

Priority Points	Community/ Public Water System	Project Description	Est. Loan Amount	Expected Loan Rate & Term
154	New Underwood	<i>Problem:</i> The city is in violation of maximum contaminant levels for radium and gross alpha which has resulted in a compliance order from DENR. <i>Project:</i> Construction of a media adsorption filter system, building, and appurtenances to treat water from Well #2.	\$165,000	3.25%, 20 yrs

Motion by Rounds, seconded by Jones, to amend the FFY 2008 Drinking Water Intended Use Plan as presented. Motion carried.

CWFCP AVAILABLE FUNDS: Jim Feeney reported that \$2,908,530 is available for this round of consolidated funding requests. If the board accepts the staff recommendations for funding, \$8,530 will be available for subsequent funding rounds.

BDM CONSOLIDATED GRANT AMENDMENT: Mr. Feeney reported that the board awarded a \$325,000 consolidated grant to BDM Rural Water System in September 2005 to provide bulk water service to Hecla and related BDM rural water service expansion. BDM has requested a \$300,000 grant increase due to bids received on the project being higher than projected.

Staff recommended approval of a \$275,000 grant increase based on available funds.

David Wade, manager of BDM, discussed the project and the need for funding.

The board acted on the request the following day.

CONSOLIDATED WATER FACILITIES CONSTRUCTION PROGRAM FUNDING APPLICATIONS: Jim Feeney presented ten consolidated funding applications and the staff recommendations for funding.

Mr. Feeney noted that the administrative rules require the board to wait a minimum of 12 hours from the time applications are presented before making funding decisions. The board made funding decisions the following day.

Big Sioux Community Water System: The Big Sioux Community Water System requested a \$300,000 consolidated grant for water treatment improvements. The estimated total project cost is \$2,969,280.

Staff recommended awarding a grant up to \$50,000 based on available funds and Big Sioux Community Water System's debt service.

Martin Jarrett, Big Sioux Community Water System, discussed the project and requested approval of the consolidated funding request.

Jay Gilbertson, East Dakota WDD, requested board support of funding for the project.

Bon Homme-Yankton Water District: The Bon Homme-Yankton Water District requested a \$300,000 consolidated grant for the Douglas County expansion project. The estimated total project cost is \$655,278.

Staff recommended awarding a grant up to \$50,000 based on available funds and the limited scope of the project.

Mike Williams, manager, discussed the project and requested approval of the grant request.

Harrisburg: The city of Harrisburg requested a \$300,000 consolidated grant for the construction of an elevated water storage tower. The estimated total project cost is \$2,600,000.

Staff recommended approval of a grant up to \$300,000.

Albert Schmidt, planning and zoning commissioner, discussed the project and requested approval of funding.

Java: The town of Java requested a \$200,000 consolidated grant for a waterline replacement project. The estimated total project cost is \$705,400.

Staff recommended approval of a grant up to \$75,000. Java has received a \$360,500 CDBG grant. Staff recommended the town work with Rural Development in obtaining a grant/loan package for the balance of the funding.

Jerome Lee, town board president, discussed the project and requested approval of funding.

Kingbrook Rural Water System: The Kingbrook Rural Water System requested a \$60,000 consolidated grant for Winfred water system improvements. The estimated total project cost is \$122,000.

Staff recommended approval of a grant up to \$50,000.

Randy Jencks, manager, discussed the project and requested approval of funding.

Marion: The city of Marion requested a \$500,000 consolidated grant for sanitary sewer improvements. The estimated total project cost is \$2,034,100.

Staff recommended awarding a \$300,000 Clean Water SRF Water Quality grant and a \$200,000 consolidated grant.

Staff noted that the funding package also includes a \$1,434,100 Clean Water SRF loan.

Ron Globke, mayor, discussed the project and requested approval of funding.

Mid-Dakota Rural Water System, Inc.: Mid-Dakota RWS requested a \$2,000,000 consolidated grant for water treatment and distribution expansion projects. The estimated total project cost is \$15,000,000.

Staff recommended awarding a consolidated grant up to \$1,000,000 based on the provisions of 46A-1-64, which states that the board cannot award more than \$1,000,000 to any one project on the facilities plan without specific authorization from the legislature.

The funding package also includes \$1,500,000 in local cash and an \$11,500,000 RD loan.

Kurt Pfeifle, manager, discussed the expansion project and requested board approval of funding.

Summerset: The city of Summerset requested a \$300,000 consolidated grant for acquisition of a wastewater treatment plant. The estimated total project cost is \$3,800,000.

Staff recommended approval of a \$150,000 consolidated loan with loan terms of 1.0% interest for seven years.

Blaise Emerson, Black Hills Council of Local Governments, discussed the project.

Warner: The city of Warner requested a \$200,000 consolidated grant for water tower and meter replacement project. The estimated total project cost is \$721,950.

Staff recommended no funding for the project. The application does not propose a feasible funding package; it is requesting both Consolidated and CDBG funding to provide 55% in state grant funding. As proposed, the city has less than 66% coverage on a proposed Drinking Water SRF loan.

David Fair, town board president, discussed the project and the funding package.

Waubay: The city of Waubay requested a \$500,000 consolidated grant for wastewater and water system improvements. The estimated total project cost is \$2,978,000.

Staff recommended approval of a grant up to \$450,000.

Kevin Jens, mayor of Waubay, discussed the project.

This concluded board review of the consolidated funding applications. Funding decisions were made the following day.

SOLID WASTE MANAGEMENT PROGRAM APPLICATIONS: Mr. Feeney reported that \$1,135,000 is available for regional landfill assistance, \$625,000 is available for recycling, and \$757,440 is available for solid waste funding. By administrative rule, the board is required to wait at least 12 hours, but can take up to 120 days, after being presented with the grant applications to make funding decisions.

Brown County: Brown County requested a \$234,225 grant for an office and equipment building, fencing, and tire removal. The estimated total project cost is \$468,350.

Staff recommended awarding a grant up to \$220,000 Regional Landfill Assistance grant for the fencing and building and a Solid Waste Management Program grant up to \$12,000 for tire removal.

Madison: The city of Madison requested a \$111,990 grant for the purchase of recycling equipment. The estimated total project cost is \$186,650.

Staff recommended awarding a grant up to \$92,500.

Heath VanEye, public works director, discussed the project and requested approval of funding.

Mitchell: The city of Mitchell requested a \$500,000 grant for a landfill closure project. The estimated total project cost was originally \$689,663. Since the application was submitted, the estimated total project cost has been reduced to \$485,185 and the funding request has been reduced to \$324,724.

Staff recommended awarding a grant up to \$291,500.

Tim McGannon, city of Mitchell, discussed the project and requested approval of funding.

The board made its funding decisions the following day.

GRAY GOOSE IRRIGATION DISTRICT BOUNDARIES CHANGE: Mr. Feeney noted that this agenda item for information only; no board action was necessary. He reported that pursuant to SDCL 46A-4-62, the Gray Goose Irrigation District, located in Hughes County, has forwarded a copy of the minutes of the meeting of its Board of Directors ordering the change in boundaries of the district. The minutes have been certified by the president and secretary of the district board for filing with the Board of Water and Natural Resources.

DRINKING WATER STATE REVOLVING FUND (SRF) APPLICATIONS: Mr. Feeney reported that approximately \$5,226,000 is available for Drinking Water SRF loans.

Delmont Drinking Water SRF Loan Application: Eric Meintsma reported that the city applied for a Drinking Water SRF loan to replace existing water distribution lines and to loop lines at various locations in the city. The new lines will replace old mains that are deteriorating, and eliminating dead end lines will resolve pressure and stagnant water problems.

Dave Ruhnke stated that the city requested approval of a \$185,000 Drinking Water SRF loan at the disadvantaged rate of 2.5% interest for 30 years. The city is pledging project surcharge revenue toward repayment of the loan. Debt coverage after project completion is estimated to be 111%, which exceeds the 110% requirement.

Staff recommended approval of the loan contingent upon the city passing a resolution authorizing the sale of the bonds and the resolution becoming effective, contingent upon the city establishing a surcharge sufficient to provide revenue to ensure loan coverage, and contingent upon the environmental review process being completed.

Jay Larsen, Midwest Assistance Program, discussed the project.

Motion by Kennedy, seconded by Jones, to adopt Resolution #2008-47 approving the Drinking Water State Revolving Fund loan up to a maximum commitment amount of \$185,000 at 2.50% interest for a term of 30 years to the city of Delmont to replace existing water distributions and to loop lines at various locations in the city, and authorizing the execution of the loan agreement, the acceptance of the Local Obligation, the assignment of the Local Obligation to the Trustee, and the execution and delivery of such other documents and the performance of all acts necessary to effectuate the loan approved in accordance with all terms as set forth in the Indenture of Trust. The loan is contingent upon the city passing a resolution authorizing the

sale of the bond and the resolution becoming effective, contingent upon the city establishing a surcharge sufficient to provide revenue to ensure loan coverage, and contingent upon the environmental review process being completed. Motion carried.

Mission Hill Drinking Water SRF Loan Application: Mike Perkovich reported that the town applied for a Drinking Water SRF loan to build a new water storage reservoir and to install new water mains. Low water pressure has been a problem in Mission Hill for a number of years. This project will address the low water pressure problem and eliminate dead end lines by looping the system.

Elayne Lande stated that the town requested approval of a \$250,000 Drinking Water SRF loan at 3.25% interest for 20 years. Mission Hill is pledging project surcharge revenue toward repayment of the loan. Debt coverage after project completion is estimated to be 113%, which exceeds the 110% requirement.

The town has requested grant funding from CDBG and the James River Water Development District, and will contribute local cash to complete the funding package.

Staff recommended approval of the loan contingent upon the town passing and publishing the resolution authorizing the sale of the bonds and the resolution becoming effective, contingent on the town establishing a project surcharge sufficient to provide the revenue required to meet coverage requirements, and contingent upon the town having a certified operator on staff or executing a contract with B-Y Water District to provide a certified operator.

Vern Arens, Arens Engineering, discussed the project.

Motion by Rounds, seconded by Bollweg, to adopt Resolution #2008-48 approving the Drinking Water State Revolving Fund loan up to a maximum commitment amount of \$250,000 at 3.25% interest for a term of 20 years to the town of Mission Hill to build a new water storage reservoir and to install new water mains; and authorizing the execution of the loan agreement, the acceptance of the Local Obligation, the assignment of the Local Obligation to the Trustee, and the execution and delivery of such other documents and the performance of all acts necessary to effectuate the loan approved in accordance with all terms as set forth in the Indenture of Trust. The loan is contingent upon the town passing and publishing the resolution authorizing the sale of the bonds and the resolution becoming effective, contingent on the town establishing a project surcharge sufficient to provide the revenue required to meet coverage requirements, and contingent upon the town having a certified operator on staff or executing a contract with B-Y Water District to provide a certified operator. Motion carried. Jones abstained from voting.

Elk Point Drinking Water SRF Loan Application: Gayleen Lowe reported that the city applied for a Drinking Water SRF loan to replace two blocks of old cast iron water main on Washington Street and three blocks of water main on Clay Street. The water mains in this area were installed in the late 1910s or early 1920s. They are four-inch cast iron, have only three feet of cover in places, and have experienced several breaks. The city also intends to purchase an Automated Meter Reading System to more accurately account for water usage.

Elayne Lande stated that the city requested approval of a \$564,000 Drinking Water SRF loan at 3.25% interest for 20 years. The city is pledging water revenues toward repayment of the loan. Debt coverage after project completion is estimated to be 113%, which exceeds the 110% requirement.

The city received a \$75,000 consolidated grant for this project and will contribute local cash to complete the funding package.

Staff recommended approval of the loan contingent upon the city passing and publishing the resolution authorizing the sale of the bond and the resolution becoming effective.

Motion by Kennedy, seconded by Jones, to adopt Resolution #2008-49 approving the Drinking Water State Revolving Fund loan up to a maximum commitment amount of \$564,000 at 3.25% interest for a term of 20 years to the city of Elk Point to replace two blocks of water main on Washington Street and three blocks on Clay Street, and to acquire an Automated Meter Reading System; and authorizing the execution of the loan agreement, the acceptance of the Local Obligation, the assignment of the Local Obligation to the Trustee, and the execution and delivery of such other documents and the performance of all acts necessary to effectuate the loan approved in accordance with all terms as set forth in the Indenture of Trust. The loan is contingent upon the city passing and publishing the resolution authorizing the sale of the bond and the resolution becoming effective. Motion carried.

CLEAN WATER STATE REVOLVING FUND APPLICATIONS: Mr. Feeney reported that approximately \$19,700,000 is available for Clean Water SRF loans.

Vermillion Clean Water SRF Loan Application: Eric Meintsma reported that Vermillion applied for a Clean Water SRF loan to construct the second phase of improvements to its wastewater treatment facility. These improvements involve replacements of the existing primary and final clarifier mechanisms and repainting the basins, replacement of the primary and secondary digester covers and repairing the tanks, replacing the main lift station, and constructing an additional force main between the new lift station and the wastewater treatment facility.

Dave Ruhnke stated that the city applied for a \$4,851,000 loan at 3.25% interest for 20 years. The city has pledged project surcharge revenue toward repayment of the loan. Debt coverage after project completion is estimated to be 110%, which meets the 110% requirement.

Staff recommended approval of the Clean Water SRF loan contingent upon the city passing a resolution authorizing the sale of the bond and the resolution becoming effective.

Motion by Bollweg, seconded by Kennedy, to adopt Resolution #2008-50 approving the Clean Water State Revolving Fund loan up to a maximum commitment amount of \$4,851,000 at 3.25% interest for a term of 20 years to the city of Vermillion to construct Phase II of its wastewater treatment facility, and authorizing the execution of the loan agreement, the acceptance of the Local Obligation, the assignment of the Local Obligation to the Trustee, and the execution and delivery of such other documents and the performance of all acts necessary to effectuate the loan approved in accordance with all terms as set forth in the Indenture of



Trust. The loan is contingent upon the city passing a resolution authorizing the sale of the bond and the resolution becoming effective. Motion carried.

Parkston Clean Water SRF Loan Application: Gayleen Lowe reported that the city applied for a Clean Water SRF loan to make improvements to its sanitary sewer collection system. The project involves replacing four blocks of old clay sewer lines and brick manholes on Maple Street and two blocks on First Street. The project also involves replacing or lining 50 brick manholes throughout town and lining about 28 blocks of clay lines that are rated as the worst in the system.

Dave Ruhnke stated that Parkston applied for a \$650,000 loan at 3.25% interest for 20 years. The city has pledged wastewater revenues toward repayment of the loan. Debt coverage after project completion is estimated to be 232%, which exceeds the 110% requirement.

Staff recommended approval of the loan contingent upon the city passing a resolution authorizing the sale of the bond and the resolution becoming effective.

Motion by Jones, seconded by Rounds, to adopt Resolution #2008-51 approving the Clean Water State Revolving Fund loan up to a maximum commitment amount of \$650,000 at 3.25% interest for a term of 20 years to the city of Parkston for improvements to its sanitary sewer collection system; and authorizing the execution of the loan agreement, the acceptance of the Local Obligation, the assignment of the Local Obligation to the Trustee, and the execution and delivery of such other documents and the performance of all acts necessary to effectuate the loan approved in accordance with all terms as set forth in the Indenture of Trust. The loan is contingent upon the city passing a resolution authorizing the sale of the bond and the resolution becoming effective. Motion carried.

Elk Point Clean Water SRF Loan Application: Gayleen Lowe reported that the city applied for a Clean Water SRF loan to replace two blocks of old clay sanitary sewer on Washington Street and three blocks on Clay Street. The project will involve the replacement of pipe, manholes, and service lines to the property line. The project will be constructed in conjunction with the replacement of water mains in the same blocks on Clay and Washington Streets.

Elayne Lande reported that the city applied for a \$150,000 loan at 3.25% interest for 20 years. The city has pledged wastewater revenues toward repayment of the loan. Debt coverage after project completion is estimated to be 117%, which exceeds the 110% requirement.

The city received a \$225,000 consolidated grant for this project.

Staff recommended approval of the loan contingent upon the city passing and publishing a resolution authorizing the sale of the bond and the resolution becoming effective.

Motion by Loucks, seconded by Jones, to adopt Resolution #2008-52 approving the Clean Water State Revolving Fund loan up to a maximum commitment amount of \$150,000 at 3.25% interest for a term of 20 years to the city of Elk Point to replace two blocks of old clay sanitary sewer on Washington Street and three blocks on Clay Street, and authorizing the execution of the loan agreement, the acceptance of the Local Obligation, the assignment of the Local

Obligation to the Trustee, and the execution and delivery of such other documents and the performance of all acts necessary to effectuate the loan approved in accordance with all terms as set forth in the Indenture of Trust. The loan is contingent upon the city passing and publishing a resolution authorizing the sale of the bond and the resolution becoming effective. Motion carried.

Freeman Clean Water SRF Loan Application: Mike Perkovich reported that the city applied for a Clean Water SRF loan to improve its storm drainage capacity. Approximately 4,380 feet of pipe sized 15 to 48 inches will be installed along with 33 inlets, two retention ponds and improvement of an open drainage channel.

Elayne Lande stated that Freeman applied for an \$800,000 loan at 3.25% interest for 20 years. The city is pledging sales tax revenue toward repayment of the loan. Debt coverage after project completion is estimated to be 780%, which exceeds the 120% requirement.

Staff recommended approval of the loan contingent upon the city passing and publishing the resolution authorizing the sale of the bond and the resolution becoming effective.

Motion by Rounds, seconded by Kennedy, to adopt Resolution #2008-53 approving the Clean Water State Revolving Fund loan up to a maximum commitment amount of \$800,000 at 3.25% interest for a term of 20 years to the city of Freeman to improve its storm drainage capacity, and authorizing the execution of the loan agreement, the acceptance of the Local Obligation, the assignment of the Local Obligation to the Trustee, and the execution and delivery of such other documents and the performance of all acts necessary to effectuate the loan approved in accordance with all terms as set forth in the Indenture of Trust. The loan is contingent upon the city passing and publishing the resolution authorizing the sale of the bond and the resolution becoming effective. Motion carried.

Harrold Clean Water SRF Loan Application: Jim Anderson reported that the city applied for a Clean Water SRF loan to replace its existing storm sewer system. The project consists of the construction of approximately 5,700 feet of storm sewer, drop inlets and appurtenances. Parts of the present system have collapsed and the drop inlets are full of dirt and debris. The storm sewer can no longer handle big rainfall events or snow melts which result in flooding and ponding.

Dave Ruhnke stated that Harrold applied for a \$170,000 loan at 3.25% interest for 20 years. The city is pledging sales tax revenue toward repayment of the loan. Debt coverage after project completion is estimated to be 142%, which exceeds the 120% requirement.

The city has received a \$200,000 CDBG grant and a \$10,000 grant from the Central Plains Water Development District. The city is contributing local cash for the balance of the funding package.

Staff recommended approval of the loan contingent upon the city passing a resolution authorizing the sale of the bond and the resolution becoming effective.

Motion by Jones, seconded by Kennedy, to adopt Resolution #2008-54 approving the Clean Water State Revolving Fund loan up to a maximum commitment amount of \$170,000 at 3.25% interest for a term of 20 years to the city of Harrold to replace its existing storm sewer system, and authorizing the execution of the loan agreement, the acceptance of the Local Obligation, the assignment of the Local Obligation to the Trustee, and the execution and delivery of such other documents and the performance of all acts necessary to effectuate the loan approved in accordance with all terms as set forth in the Indenture of Trust. The loan is contingent upon the city passing a resolution authorizing the sale of the bond and the resolution becoming effective. Motion carried.

Lake Madison Sanitary District Clean Water SRF Loan Amendment: Elayne Lande reported that the sanitary district submitted a letter requesting that its Clean Water SRF loan (C461036-02) be amended for the definition of net revenues available for debt service. The sanitary district has engaged the services of bond counsel to prepare an amendment for this loan. Harold Deering, Attorney General's Office, has worked with bond counsel to prepare the necessary documentation.

Staff recommended approval of the amendment request.

Motion by Loucks, seconded by Kennedy, to adopt Resolution #2008-55 approving the Clean Water State Revolving Fund loan amendment for the Lake Madison Sanitary District. Motion carried.

Chairman Johnson declared a recess.

JUNE 27, 2008 – 8:30 A.M. CDT

Chairman Johnson called the meeting back to order. A quorum was present.

CONSOLIDATED FUNDING DECISIONS: Mr. Feeney reviewed the consolidated grant applications and the funding recommendations.

Motion by Kennedy, seconded by Jones, to adopt Resolution #2008-56 approving the South Dakota Consolidated Water Facilities Construction Program grant amendment between the state and the BDM Rural Water System for a grant up to 22.3% of approved total project costs and not exceeding \$600,000 for the purpose of providing service to the city of Hecla and for an internal expansion to connect additional rural households. Motion carried.

Motion by Jones, seconded by Bollweg, to adopt Resolution #2008-57 approving the South Dakota Consolidated Water Facilities Construction Program grant agreement between the state and the Big Sioux Community Water System for a grant up to 6.8% of approved total project costs and not exceeding \$200,000 for water treatment improvements. Motion carried.

Motion by Kennedy, seconded by Rounds, to adopt Resolution #2008-58 approving the South Dakota Consolidated Water Facilities Construction Program grant agreement between the state and the B-Y Water District for a grant up to 7.7% of approved total project costs and not

exceeding \$50,000 for Phase II of the B-Y Water District Douglas County expansion project. Motion carried.

Motion by Rounds, seconded by Bollweg, to adopt Resolution #2008-59 approving the South Dakota Consolidated Water Facilities Construction Program grant agreement between the state and the city of Harrisburg for a grant up to 11.6% of approved total project costs and not exceeding \$300,000 for an elevated water storage tower project. Motion carried. Jones abstained from voting.

Motion by Jones, seconded by Johnson, to adopt Resolution #2008-60 approving the South Dakota Consolidated Water Facilities Construction Program grant agreement between the state and the town of Java for a grant up to 10.7% of approved total project costs and not exceeding \$75,000 for a water line replacement project. Motion carried.

Motion by Bollweg, seconded by Kennedy, to adopt Resolution #2008-61 approving the South Dakota Consolidated Water Facilities Construction Program grant agreement between the state and the Kingbrook Rural Water System for a grant up to 41.0% of approved total project costs and not exceeding \$50,000 for a project to provide individual service to the residents of Winfred. Motion carried.

Motion by Kennedy, seconded by Jones, to adopt Resolution #2008-62 approving the South Dakota Consolidated Water Facilities Construction Program grant agreement between the state and the city of Marion for a grant up to 9.9% of approved total project costs and not exceeding \$200,000 for a sanitary sewer improvements project. Motion carried.

Motion by Johnson, seconded by Rounds, to adopt Resolution #2008-63 approving the Clean Water State Revolving Fund Water Quality grant agreement between the state and the city of Marion for a grant up to 14.8% of approved total project costs and not exceeding \$300,000 for a sanitary sewer improvements project. Motion carried.

Motion by Loucks, seconded by Rounds, to adopt Resolution #2008-64 approving the South Dakota Consolidated Water Facilities Construction Program grant agreement between the state and the Mid Dakota Rural Water System for a grant up to 6.7% of approved total project costs and not exceeding \$1,000,000 for a water treatment facility and distribution expansion project. Motion carried.

Motion by Jones, seconded by Rounds, to deny funding for Summerset. Motion carried.

Motion by Bollweg, seconded by Kennedy, to deny funding for Warner. Motion carried. Jones abstained from voting.

Motion by Jones, seconded by Johnson, to adopt Resolution #2008-65 approving the South Dakota Consolidated Water Facilities Construction Program grant agreement between the state and the city of Waubay for a grant up to 26.4% of approved total project costs and not exceeding \$450,000 for Phase II of a water and wastewater system improvements project. Motion carried.

SOLID WASTE MANAGEMENT PROGRAM FUNDING DECISIONS: Mr. Feeney reviewed the Solid Waste Management Program applications and funding recommendations.

Motion by Loucks, seconded by Jones, to adopt Resolution #2008-66 approving the South Dakota Regional Landfill Assistance grant agreement between the state and Brown County for a grant up to 49.5% of approved total project costs and not exceeding \$220,000 for landfill equipment and office building, and fencing project. Motion carried.

Motion by Kennedy, seconded by Bollweg, to adopt Resolution #2008-67 approving the South Dakota Solid Waste Management Program grant agreement between the state and Brown County for a grant up to 50.0% of approved total project costs and not exceeding \$12,000 for a landfill waste tire disposal project. Motion carried.

Motion by Loucks, seconded by Rounds, to adopt Resolution #2008-68 approving the South Dakota Solid Waste Management Program grant agreement between the state and the city of Madison for a grant up to 49.6% of approved total project costs and not exceeding \$92,500 for a recycling equipment purchase project. Motion carried.

Motion by Kennedy, seconded by Jones, to adopt Resolution #2008-69 approving the South Dakota Solid Waste Management Program grant agreement between the state and the city of Mitchell for a grant up to 60.1% of approved total project costs and not exceeding \$291,500 for a landfill closure project. Motion carried.

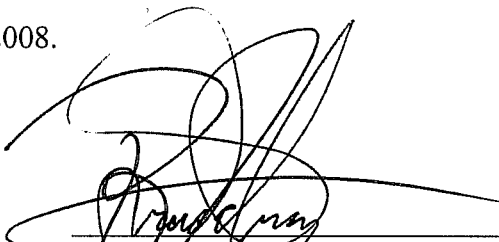
OTHER BUSINESS: Mike Perkovich proved an update on the Guaranteed Investment Contract for the 2008 State Revolving Fund Bond Issue.

Next Board Meeting: The next Board of Water and Natural Resources meeting is September 25-26, 2008, in Brookings.


ADJOURN: Chairman Johnson declared the meeting adjourned.

Approved this 25<sup>th</sup> day of September, 2008.

(SEAL)

  
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Chairman, Board of Water and  
Natural Resources

ATTEST:

  
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Secretary, Board of Water and  
Natural Resources

BOARD OF WATER AND NATURAL RESOURCES  
ATTENDANCE SHEET

DATE 6-27-08

LOCATION Matthew Training Center - Pierre

Name (PLEASE PRINT)

Address

Representing

John T. Loughs	Rapid City	BWINR
James Feeney	Pierre	DENR
Ron Goble	Marion SD	Marion City
Jim McGannon	Mitchell	Mitchell
Ron Olson	Mitchell	Mitchell
Dale Kennedy	Bereford	SDWNR
Kevin Jens	Waubay	City of Waubay
Robert J. Guebel	Waubay	City of Waubay
Van A. Lindqvist	Rapid City	West Dakota Water
Blaise Emerson	Rapid City	Black Hill Council
Michael Williams	Tabor SD	Box Rural Water
Vernon Arens	Yankton	Freeman, Mission Hill
Kristin Bisgard	Brookings	Banner Associates
Albert Schmitt	Harrisburg	City of Harrisburg
Dan Fink	Harrisburg	City of Harrisburg
Markin Jamett	Big Sioux, SD	Big Sioux CWS
Gregory Hall	New Underwood	City of New Underwood
Jerome Lee	Java	Java
Jay A. Terson	Mitchell, SD	Milwest Assistance Rep.
Gregory Smith	Delmont, SD	City of Delmont Finance Office
Bob Meron	Pierre	Newspaper

BOARD OF WATER AND NATURAL RESOURCES  
ATTENDANCE SHEET

DATE 6-26-08

LOCATION Matthew Training Center

Name (PLEASE PRINT)	Address	Representing
David Ruhnke	Pierre	DENR
Jay Gilbertson	Brookings	East Dakota WDA
Don Tegelt	Pierre	DENR
Ted Dickberg	Aberdeen	NE COR
Val Jensen	Aberdeen	NECOG
Elayne Lande	Pierre	DENR
Mike Perkovich	"	"
Pete Jarvaus	Pierre	DENR
Kurt Diefel	Miller, SD	Mid-Dakota RWS
David Wade	Britton, SD	BDM Rural Water Supply
Marlene Knutson	Pierre	CSDSD
GAYLEEN LOWE	PIERRE	SD DENR
Randy Jencks	ARLINGTON	Kingbrook R.W.
Jerry Aaker	Mitchell	SPN
Heath Von Eye	Madison - City of	City
Jim Anderson	Pierre	DENR
Tony Hillmer	Box 101 Harrold	City of Harrold
Charles Raschke	Huron	I RWDN
Amber Brady	Pierre	Gov's Office
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